



**MINUTES**  
**FISCAL AFFAIRS COMMITTEE REGULAR MEETING**

Tuesday, December 18, 2018  
10:30 am MST – Las Campanas Agave Room

Posting Approved by Roger Myers, December 20, 2018  
Subject to Committee Approval

**GVR Mission Statement:** *"To provide recreational, social and leisure education opportunities that enhance the quality of our members' lives."*

**Attendees:** R. Myers, Chair; N. Campfield, Associate Chair; V. Mournian; B. Nisson, T. Sadowski; K. Skytta, S. Tagg; and C. Crothers (ex-officio)

**Remote Attendees:** 0

**Absent:** None

**Guests:** 57 guests and 1 guest attending remotely

**Staff Liaison:** C. Moose, Chief Financial Officer

**Additional Staff:** K. Blumenthal, Chief Executive Officer; D. Webster, Accounting Supervisor; D. Jund, Facilities Director; M. Stephenson, Facilities Project Manager; and T. Demma, Meeting Scribe

**1.) CALL TO ORDER**

Chair Myers called the meeting to order at 10:35am

**2.) ROLL CALL / ESTABLISH QUORUM**

Chair Myers took the roll. Quorum established

**3.) APPROVE MINUTES – November 27, 2018 Regular Meeting**

**Nisson / Seconded. Approve November 27, 2018 regular meeting minutes.**

**Passed: 7 YES 0 No 1 Abstention (Tagg)**

**4.) COMMITTEE CHAIR COMMENTS**

The Chair acknowledged the number of member guests in attendance serving to demonstrate interest in the pickleball center project. As well, he informed that the next Board of Directors regular meeting is scheduled for the last week of January and in the interim another regular meeting of the Fiscal Affairs Committee is to be held on January 15, 2019 permitting, if needed, additional time for reviewing pickleball center project funding.

## **5.) NEW BUSINESS**

### Review November 2018 Financial Statements

C. Moose, CFO reviewed each of the reports set out in the meeting handout that together serve as the financial statement as of November 30, 2018. The elements of the financial statement reviewed are: Statement of Financial Position; Statement of Activities; Summary Statement of Activities; Statement of Changes in Net Assets; Investment Portfolios; Variance Report; and New Member Capital Fund and GVR Growth by Month and Year.

**MOTION: Nisson / Seconded**

**Approve the November 2018 Financial Statement.**

**Passed: unanimous**

### Review Revised June, July, August and September 2018 Financial Statements

In follow-up to direction provided during the November 27, 2018 regular meeting and for the purpose of formally approving them the June, July, August and September 2018 financial statements, as amended, were examined.

**Motion: Nisson / Seconded**

**Approve the amended June, July, August and September 2018 financial statements.**

**Passed: unanimous**

### Identify Funding Source(s) for the December 13, 2019 Planning & Evaluation Committee Approved GVR Pickleball Center with an Estimated Cost of \$2,225,500

#### *Fiscal Affairs Chair's Opening Remarks*

The Chair related that the purpose of this portion of the meeting is to identify funding sources for meeting Pickleball Center construction costs; nonetheless, if more time is required for doing so the next Fiscal Affairs Committee meeting to be held January 15, 2019 can be used for that purpose

#### *Overview of the Pickleball Center Design and Estimated Cost*

The Chair introduced D. Coon, Board Member and Chair of the Planning & Evaluation Committee, and asked that she provide a summary of the Pickleball

Center Project designed by WSM Architects. In her remarks mention was made that the pickleball club was the largest sporting GVR club; having regard to facility use frequency statistics pickleball ranked third behind the use of swimming pools and fitness centers; and overall the pickleball center complex, when completed, would be a major GVR asset that augers well for enhancing GVR and the greater Green Valley area.

Following the pickleball center summary the Chair informed that among the three reserve accounts (Initiatives, Emergency and Maintenance, Replace and Repair (MRR)) funding of the pickleball center falls within the purview of the Initiatives Reserve Fund. Also, the Chair related that during 2019 the Initiatives Reserve Account Fund will have funds flowing out and into it. Also, mention was made that paying construction costs (contractor draws) occurs periodically over project duration payment is to be in keeping with contractor obligations for meeting certain performance milestones; and with a project start that is not overly delayed project completion could occur in late 2019.

#### *Presentation of Current 3-5 Year Capital Projects Plan*

The Chair asked C. Lambert, Planning & Evaluation Committee Member, to relate current information regarding the 3/5 Year Capital Projects Plan. Mention was made of a Planning & Evaluation Committee public forum planned to be held in February or March having its purpose to review with the membership completed capital projects and projects that do or do not remain in the 3/5 Year Plan. Also, reference was made to a recently established task force to be headed by N. Campfield, Planning & Evaluation Committee Associate Chair, having the purpose of examining future construction of a multi-purpose building that could house clubs and be the venue for any number of activities and events.

#### *WSM Architect's Pickleball Center Gant Chart and Time-Phased Estimated Project Costs*

The Chair called upon D. Jund, Facilities Director, to address the matter of where WSM was in its process of providing a Gant chart that would identify when funds and in what amounts would be required for meeting Pickleball Complex construction draws. It was reported that WSM is expected to provide the Gant chart in the next 7 to 10 days.

#### *Review Estimated 2019 Initiatives Reserve Fund Account Contribution of \$527,000*

During discussion that occurred when other agenda items were addressed the projection that \$527,000 is expected to be transferred to the Initiatives Reserve Fund Account in Fiscal Year 2019 was confirmed.

#### *GVR Foundation Fundraising Campaign Considerations*

B. Nisson, who is also President of the GVR Foundation, related information having regard to fund raising efforts over the past year. In his remarks he mentioned the Freeport MacMoran Inc. donation received by the Foundation

that is earmarked for a specific use regarding Pickleball Complex construction; the Pickleball Club's donation for meeting pickleball complex costs; the Pickleball Club's intended commitment to regularly provide funds to defray pickleball complex costs attained by way of club members, who are inclined to do so, making a multi-year money commitment; and Pickleball Complex fund raising would be hindered should phased construction become the selected course or GVR is unable to demonstrate a unified front of broad, community wide support.

*Initiative Reserve Investment Considerations*

The Chair afforded members attending the meeting as guests the opportunity to ask questions and provide comments on matters that transpired during the meeting. The nature of the comments voiced was support for the Pickleball Complex and that it is important to maintain momentum for realizing its construction.

The Chair informed that a motion reached by the Planning & Evaluation Committee during its December 13, 2018 regular meeting is expected to be considered by the Board of Directors when it next meets. The motion recommended to the Board that it approve WSM submitting the Pickleball Center Design and Plan to Pima County Development Services and for that to occur the Board authorize payment of the \$2,500 plan review fee.

**Motion: Mournian / Seconded**

**The Fiscal Affairs Committee approves that the initial step for moving the Pickleball Center project forward, which is paying the requisite \$2,500 plan review fee to the Pima County Development Services, be sourced from the Initiatives Reserve Fund Account.**

**Passed: unanimous**

**6.) REVIEW / APPROVE DISPOSITION OF 2017 SURPLUS OF \$238,285**

The Chair related that the motion passed during the November 27, 2018 regular meeting of the Fiscal Affairs Committee regarding the disposition of the 2017 surplus and was considered, but did not receive approval during the Board of Directors December 4, 2018 regular meeting.

**Motion: Myers / Seconded**

**Whereas, the Initiatives Reserve Fund is underfunded for the GVR Pickleball Center estimated to cost \$2,225,500; and**

**Whereas, GVR is evaluating other major capital investments such as the Lapidary/Silversmith consolidation project; and**

**Whereas, the Board of Directors failed to pass a motion during its December 4, 2018 meeting to allocate the entire 2017 surplus of \$283,285 to the Initiatives Reserve Fund as recommended by the Fiscal Affairs Committee**

**Now, let it be resolved that the Fiscal Affairs Committee reaffirms its November 27, 2018 recommendation to the Board of Directors to allocate the entire 2017 surplus to the Initiatives Reserve Fund.**

**Passed: 7 Yes 1 No (Sadowski)**

**7.) MEMBER COMMENTS - 2**

**8.) NEXT MEETING**

The next regular meeting of the committee is scheduled for 10:30 am Tuesday, January 15, 2019. The meeting venue is Las Campanas Agave Room.

**9.) ADJOURNMENT**

**MOTION: Mournian / Seconded. Adjourn the meeting at 12:37 pm.**

**Passed: Unanimous**

2019 Scheduled Regular Meetings

February 19 10:30 AM Las Campanas Agave Room

*Note: Meeting Dates, Times and Venues Subject to Change*